

State of Utah School & Institutional Trust Lands Administration

RECEIVED

M/039/0013 cc: Peter

APR 2 4 2012

DIV OF OIL, GAS, & MINING

Gary R. Herbert Governor

Greg Bell Lieutenant Governor

> Kevin S. Carter Director

675 East 500 South, Suite 500 Salt Lake City, UT 84102-2818 801-538-5100 801-355-0922 (Fax) www.trustlands.com

April 23, 2012

Mr. John Baza, Director Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114-5801

Dear Mr. Baza:

I am writing to express appreciation to the Division of Oil, Gas & Mining for a job well done in the reclamation of the B&C ("Fayette") limestone quarry upon trust lands in Sanpete County.

Bryce Haas, dba B&H Stone Supply, Inc., operated the quarry for several years under DOGM Large Mine Permit #M/039/013. In the course of mining the operator repeatedly exceeded the limitations of approval given through the regulatory process, and had to be reined-in. By the time B&C ceased operations and filed for bankruptcy a few years ago the surface disturbance reached about 30 acres, and was in excess of the amount of acreage that was bonded for reclamation. Fortunately, the reclamation bond held by the Division was personally guaranteed by Mr. Haas and lay outside of the bankruptcy court. When Mr. Haas failed to meet reclamation demands the Division and Board went through a painful process of ordering forfeiture of the bond to make the funds available for the work that need to be performed.

I would especially like to commend the Division's Minerals Reclamation Program for bringing this matter to a successful conclusion. Paul Baker, the program manager, proved very capable of stepping up to the challenge of securing the reclamation bond and overseeing the reclamation project. Peter Brinton was very diligent in planning the reclamation work to be performed and in securing the services of reclamation contractors. I understand that this was Peter's first major reclamation assignment with DOGM, and he did an excellent job of coordinating the project with SITLA. Paul and Peter even went to extra effort in going on-site to perform the re-seeding work by hand, in an effort to save costs, since the total amount of funding available for the project was marginal.

Today the site looks wonderful, compared to what it was. Numerous abandoned structures were removed or buried, the regarding work is excellent, and we are hopeful that the re-seeding effort will begin to take hold this spring. The only task remaining is to plug a water well upon the property. The well was temporarily left open pending interest expressed by the U.S. Geological Survey in using it as a ground water monitoring site. I have asked Paul and Peter to proceed with plugging and abandoning the well in the near future unless the U.S.G.S. follows up by obtaining an easement from SITLA to enable access of the site.





State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

GARVagairrexpress my sincere appreciation and congratulations to the Division for a job well done and look forward to continued these working relationship with your staff on projects involving minerals permitting GREATH Trust land reclamation Breeds trust lands.

Sincerely,

John T. Blake

Deputy Assistant Director/Minerals

Tom Faddies CC:

Dana Dean James Jensen

